

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2011

Bahraini Dinars '000

	31 March 2011 (reviewed)	31 December 2010 (audited)
Assets		
Cash and bank balances	51,066	35,397
Investments at fair value through profit or loss	10,302	16,643
Available-for-sale investments	29,123	24,375
Fees receivable	390	458
Other assets	4,018	4,355
Total assets	94,899	81,228
Liabilities		
Short-term bank borrowings	14,311	9,285
Payables to customers	21,052	12,570
Other liabilities	5,065	2,627
Total liabilities	40,428	24,482
Equity		
Share capital	42,652	42,528
Statutory reserve	4,602	4,561
General reserve	1,738	1,359
Available-for-sale investments fair value reserve	2,149	1,410
Retained earnings	3,330	6,888
Total equity (page 5)	54,471	56,746
Total liabilities and equity	94,899	81,228
Contingent and memorandum accounts		
Assets under custody	973,032	1,278,039
Assets under management	189,727	201,092
Commitments	2,396	3,150

Shaikh Mohammed Bin Isa Al Khalifa
Chairman

Hussain Al Hussaini
Vice Chairman of the Board
Chairman of the Executive Committee

Anthony C. Mallis
Chief Executive Officer

The Board of Directors approved the interim financial information consisting of pages 2 to 9 on 9 May 2011.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the three months period ended 31 March 2011

Bahraini Dinars '000

	31 March 2011 (reviewed)	31 March 2010 (reviewed)
Interest income	256	451
Interest expense	(24)	(5)
Net interest income	232	446
Net fee and commission income	565	513
Net investment (loss)/ income	(654)	920
Brokerage and other income	316	360
Operating income	459	2,239
Staff and related expenses	(782)	(733)
General, administrative and other operating expenses	(304)	(226)
(Loss)/ profit for the period	(627)	1,280
Basic and diluted earnings per share (fils)	(1.5)	3

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Chairman

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Vice Chairman of the Board
Chairman of the Executive Committee

Anthony C. Mallis
Chief Executive Officer

The interim financial information consists of pages 2 to 9.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the three months period ended 31 March 2011

Bahraini Dinars '000

	31 March 2011 (reviewed)	31 March 2010 (reviewed)
(Loss)/ profit for the period	(627)	1,280
Other comprehensive income		
Fair value reserve (available-for-sale investments)		
- Net change in fair value	583	1,062
- Net loss /(profit) on disposal of securities transferred to income statement	156	(214)
Other comprehensive income for the period	739	848
Total comprehensive income for the period	112	2,128

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months period ended 31 March 2011

Bahraini Dinars '000

2011

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2011	42,528	4,561	1,359	1,410	6,888	56,746
2010 appropriations:						
- Dividends at 6%	-	-	-	-	(2,552)	(2,552)
- Transfer to general reserve	-	-	379	-	(379)	-
- Issue of shares to employees' scheme	124	41	-	-	-	165
Balance after 2010 appropriations	42,652	4,602	1,738	1,410	3,957	54,359
Total comprehensive income for the period:						
Loss for the period	-	-	-	-	(627)	(627)
Other Comprehensive income:						
Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	583	-	583
Net amount transferred to profit and loss	-	-	-	156	-	156
Total Comprehensive income for the period	-	-	-	739	(627)	112
Balance at 31 March 2011	42,652	4,602	1,738	2,149	3,330	54,471

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the three months period ended 31 March 2011 (continued)

Bahraini Dinars '000

2010	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2010	42,420	4,153	1,051	154	5,976	53,754
2009 appropriations:						
- Dividends at 5%	-	-	-	-	(2,121)	(2,121)
- Directors' remuneration	-	-	-	-	(65)	(65)
- Transfer to general reserve	-	-	308	-	(308)	-
- Issue of shares to employees' scheme	108	29	-	-	-	137
Balance after 2009 appropriations	42,528	4,182	1,359	154	3,482	51,705
Total comprehensive income for the period:						
Profit for the period	-	-	-	-	1,280	1,280
Other Comprehensive income: Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	1,062	-	1,062
Net amount transferred to profit and loss	-	-	-	(214)	-	(214)
Total Comprehensive income for the period	-	-	-	848	1,280	2,128
Balance at 31 March 2010	42,528	4,182	1,359	1,002	4,762	53,833

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the three months period ended 31 March 2011

Bahraini Dinars '000

	31 March 2011 (reviewed)	31 March 2010 (reviewed)
Operating activities		
Net interest received	138	451
Sale of investments at fair value through profit or loss	27,001	20,800
Purchase of investments at fair value through profit or loss	(21,149)	(27,474)
Sale of available-for-sale investments	6,320	3,877
Purchase of available-for-sale investments	(10,486)	(6,031)
Redemption of held-to-maturity bond principal	-	31
Purchase of held-to-maturity investments	-	(700)
Sale of Treasury Bills	-	553
Purchase of Treasury Bills	-	(553)
Net Increase/ (decrease) in payables to customers	8,481	(7,272)
Decrease in deposits taken from customers	-	(5,314)
Dividends received	31	224
Brokerage and other fees received	1,562	557
Payments for staff and related expenses	(1,030)	(779)
Payments for general and administrative expenses	(225)	(201)
Cash generated from/ (utilised) in operating activities	10,643	(21,831)
Investing activities		
Net capital expenditure on furniture and equipment	-	(1)
Cash utilised in investing activities	-	(1)
Financing activities		
Net proceeds from short-term bank borrowings	5,026	2,539
Cash generated from financing activities	5,026	2,539
Net Increase/ (decrease) in cash and cash equivalents	15,669	(19,293)
Cash and cash equivalents at the beginning of the period	35,397	47,848
Cash and cash equivalents at the end of the period	51,066	28,555
Represented by:		
Cash and bank	15,958	8,480
Call deposits	3,673	1,053
Short-term placements with original maturities of 3 months or less	31,435	19,072
Bank Overdraft	-	(50)
	51,066	28,555

The interim financial information consists of pages 2 to 9.